INSPECTION REPORT

Partial XXX Complete Exploration Inspection Date: 08/22&25/2003 / Time: 8:30-11 AM
Date of Last Inspection: 07/28/2003

Mine Name: Willow Creek Mine	County: Carbon	Permit Number: <u>C/007/038</u>			
Permittee and/or Operator's Name: Plat	eau Mining Corporation				
Business Address: P.O. Box 30, Helper, U	Utah 84526				
Company Official(s): Mr. Johnny Pappas, Senior Environmental Engineer					
State Official(s): Peter Hess	Federal Offi	cial(s): None			
Weather Conditions: Partly sunny, mid-eighties Fahrenheit					
Type of Mining Activity: Underground	XXX Surface Prep	PlantOther			
Existing Acreage: Permitted 14670 I	Disturbed 161.55 Regra	aded Seeded			
Status: Active					

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For <u>complete inspections</u> provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
 - b. For <u>partial inspections</u> check only the elements evaluated.
- 2. Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

		EVALUATED	N/A	COMMENTS	NOV/ENF
1.	PERMITS, CHANGE, TRANSFER, RENEWAL, SALE				
2.	SIGNS AND MARKERS	[X]			\Box
3.	TOPSOIL				
4.	HYDROLOGIC BALANCE:				
a.	DIVERSIONS	[X]		[X]	
b.	SEDIMENT PONDS AND IMPOUNDMENTS	[X]		[X]	
c.	OTHER SEDIMENT CONTROL MEASURES	[X]		[X]	\Box
d.	WATER MONITORING				\Box
e.	EFFLUENT LIMITATIONS	\Box			\Box
5.	EXPLOSIVES				\Box
6.	DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES	\Box			\Box
7.	COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	[X]			
8.	NONCOAL WASTE	[X]			\Box
9.	PROTECTION OF FISH, WILDLIFE AND RELATED				
	ENVIRONMENTAL ISSUES				
10.	SLIDES AND OTHER DAMAGE				
11.	CONTEMPORANEOUS RECLAMATION				\Box
12.	BACKFILLING AND GRADING	[X]		[X]	
13.	REVEGETATION				
14.	SUBSIDENCE CONTROL	\Box			\Box
15.	CESSATION OF OPERATIONS				
16.	ROADS:				
a.	CONSTRUCTION/MAINTENANCE/SURFACING	\Box			\Box
b.	DRAINAGE CONTROLS				
17.	OTHER TRANSPORTATION FACILITIES	[X]		[X]	
18.	SUPPORT FACILITIES/UTILITY INSTALLATIONS				\Box
19.	AVS CHECK (4 th Quarter- April, May, June)				
20.	AIR QUALITY PERMIT				
21.	BONDING & INSURANCE	\Box	\Box	\Box	\Box

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(Continuation Sheet)

PERMIT NUMBER: <u>C/007/038</u>

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(COMMENTS ARE NUMBERED TO CORRESPOND WITH TOPICS LISTED ABOVE)

4A. HYDROLOGIC BALANCE: DIVERSIONS

The mine site and preparation plant area received an intense thunderstorm event during the evening hours of August 21, 2003 dropping approximately 0.20" of rain.

The trash screen over the drop culvert to pond 013A (School House Canyon waste rock facility sediment pond) functioned as it should, although refuse material flowed and filled the screen up to the bottom elevation of the highest relief openings (very top of the screen). Thus, the inlet did not block and overtop the ditch, allowing uncontrolled runoff to report to pond 011A. This did occur during 2002, causing pond 011A to overtop and report to the Price River.

Several ditches in the preparation plant area flowed as designed, and contained a large volume of coal and refuse material; their cross sectional areas were reduced to the point that maintenance is necessary to return them to full function. These include the ditch behind the main wash plant building between Barn Canyon and the coal stockpile pad access road, and the inlet ditch to pond 011A. Mr. Pappas indicated he has already arranged for maintenance people to address the ditches on Sunday, August 24, 2003.

4B. HYDROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS

As observed this day, ponds 001A, 011A, 012A and 012B, and 013A contained water from the recent event. There were no problems noted with any of the ponds.

4C. HYDROLOGIC BALANCE: OTHER SEDIMENT CONTROL MEASURES

The permittee has installed four straw bale dams in the Crandall Creek drainage area below the Hilfiker wall that parallels the drainage and delineates the north boundary of the pad that contains pond 014A and the #2 return air shaft. The dikes have been pinned in place with roof bolts.

At the present time, the reclamation activities in the area have reshaped the pad such that any intercepted runoff would either report to the #1 shaft, the #2 shaft, or the 014A sediment pond.

The permittee has also dammed the Crandall Creek drainage in two areas to prevent additional contributions from reporting off of the permit area, and thence to the Price River. The dams have been placed at the two road crossovers; both entering and leaving the main facilities pad area. The area on the SW side of the first Crandall Creek crossing (onto the main pad area, has been sloped to report any intercepted runoff toward the center of the pad.

8. NONCOAL WASTE

The demolition of the main wash plant building is generating noncoal waste, including steel scrap and insulation material. All material is being stored in an orderly fashion, prior to shipment for final disposal.

All facilities waste generated by the demolition of the Crandall Canyon buildings (steel, concrete, etc.) appears to be nearly all removed. Power poles, cross-bars, etc. from the demolition of the high voltage line reporting from Hardscrabble Canyon are in storage near the former propane tanks location.

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12. BACKFILLING AND GRADING

The permittee's contractor has initiated the reshaping of the Crandall Canyon pad area; the "V" which will be established to center the drainage in the middle of the pad is taking shape.

17. OTHER TRANSPORTATION FACILITIES

Some interest has been expressed in the rail loading facility at the Willow Creek preparation plant site. At this point, any additional information is confidential.

Inspector's Signature:			Date:	August 25, 2003	
	Peter Hess	#46			

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas & Mining.

cc: James Fulton, OSM
Johnny Pappas, Plateau, via email
Price Field office
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